LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 7242 NOTE PREPARED: Mar 8, 2011 **BILL NUMBER:** HB 1109 **BILL AMENDED:** Jan 13, 2011

SUBJECT: Military Service Information on BMV Documents.

FIRST AUTHOR: Rep. Gutwein BILL STATUS: CR Adopted - 2nd House

FIRST SPONSOR: Sen. Wyss

FUNDS AFFECTED: GENERAL IMPACT: State

X DEDICATED FEDERAL

<u>Summary of Legislation</u>: This bill requires the Bureau of Motor Vehicles (BMV) to put an indication of an individual's status as a Veteran of the Armed Forces of the United States on an individual's license, permit, or identification card if the individual wishes to have the indication put on the license, permit, or identification card and provides proof of discharge from the armed forces. The bill also makes technical corrections.

Effective Date: July 1, 2011.

Explanation of State Expenditures: (Revised) <u>Summary</u>: The provisions of this bill are expected to increase state expenditures by a maximum one-time cost of \$10,000. Actual expenditures will depend on the manner in which the BMV implements the veteran indication on an individual's driver's license, permit, or identification cards.

(Revised) Additional Information:

This bill will allow applicants for driver licenses, driver permits, and ID cards who are veterans to request an indication of veteran status on a license, permit, or ID card.

The bill requires that as a condition of having this indication displayed on the license, permit, or ID card, an individual must (1) be a veteran of the armed forces of the United State, (2) indicate their desire to have the indication printed on the reverse of their license, and (3) provide proof of discharge issued by the U.S. Department of Defense. The BMV is also required to maintain these records provided by requesting

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individuals.

The BMV reports that due to the recent revisions from Indiana's SecureID initiative and the state's participation in the American Association of Motor Vehicle Administrators (AAMVA) card design standards, available space on each driver license, permit, and identification card is limited. According to the BMV, the cost of placing a veteran endorsement on the front of a license, permit, or ID card is expected to have a maximum one-time cost of \$10,000. Additionally, BMV would need to revise the STARS system to accommodate BMV branches to apply a veteran indicator to an individual's driving record upon request.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: BMV.

Local Agencies Affected:

Information Sources: Steve Leak, BMV; Sarah Meyer, BMV.

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